

College and Universities

STARS Number & Budget Unit: 501 EDGE, 511 EDGD, 512 EDGA, 513 EDGB, 514 EDGC

Bill Number & Chapter: H768 (Ch. 363), H805 (Ch. 282)

PROGRAM DESCRIPTION: Idaho's four baccalaureate institutions of higher education are the University of Idaho in Moscow, Idaho State University in Pocatello, Boise State University in Boise and Lewis-Clark State College in Lewiston. These institutions provide a wide variety of undergraduate and, with the exception of LCSC, graduate degree programs to meet the personal and professional needs of the citizens of Idaho and the state's workforce. To varying degrees, each campus conducts research, service and outreach programs. Each institution reports to, and this statewide system of higher education is coordinated by, the State Board of Education.

PROGRAM SUMMARY:	FY 2003 Total Appr	FY 2003 Actual	FY 2004 Total Appr	FY 2005 Request	FY 2005 Gov Rec	FY 2005 Approp
BY FUND SOURCE						
General	213,558,800	206,930,000	218,005,300	233,091,100	223,366,200	223,366,200
Dedicated	101,656,800	89,017,900	141,400,700	108,789,100	111,410,100	117,928,300
Total:	315,215,600	295,947,900	359,406,000	341,880,200	334,776,300	341,294,500
Percent Change:		(6.1%)	21.4%	(4.9%)	(6.9%)	(5.0%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	0	234,458,500	0	0	0	0
Operating Expenditures	0	50,249,900	0	0	0	0
Capital Outlay	0	11,239,400	0	0	0	0
Lump Sum	315,215,600	100	359,406,000	341,880,200	334,776,300	341,294,500
Total:	315,215,600	295,947,900	359,406,000	341,880,200	334,776,300	341,294,500
Full-Time Positions (FTP)	3,552.82	3,473.51	3,590.51	3,651.80	3,631.55	3,631.55

DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	3,590.51	218,000,000	109,172,400	0	327,172,400
Reappropriations	0.00	5,300	32,228,300	0	32,233,600
Other Approp Adjustments	0.00	0	0	0	0
FY 2004 Total Appropriation	3,590.51	218,005,300	141,400,700	0	359,406,000
Non-Cognizable Funds and Transfers	41.04	0	66,600	0	66,600
FY 2004 Estimated Expenditures	3,631.55	218,005,300	141,467,300	0	359,472,600
Removal of One-Time Expenditures	0.00	(5,300)	(32,294,900)	0	(32,300,200)
Base Adjustments	0.00	0	0	0	0
FY 2005 Base	3,631.55	218,000,000	109,172,400	0	327,172,400
Lump Sum or Other Adjustments	0.00	5,366,200	8,755,900	0	14,122,100
FY 2005 Total Appropriation	3,631.55	223,366,200	117,928,300	0	341,294,500
Change From FY 2004 Original Approp.	41.04	5,366,200	8,755,900	0	14,122,100
% Change From FY 2004 Original Approp.	1.1%	2.5%	8.0%		4.3%

APPROPRIATION HIGHLIGHTS: This Lump Sum appropriation is a 2.5% General Fund increase and an 8.0% dedicated fund increase resulting in a 4.3% total increase over the FY 2004 appropriation.

FY 2003 carryover into FY 2004 that totaled \$32,233,300 along with \$66,600 of noncognizable funds was removed as one-time money prior to the FY 2005 Base. To allow the institutions to respond to increasing enrollments with additional faculty and staff, the Legislature traditionally exempts higher education from a full-time equivalent position cap. The 1.1% growth in FTP reflects the net change in all positions at all four institutions since the FY 2004 appropriation was set.

The \$5,366,200 increase in General Funds matched the Governor's Recommendation. The Lump Sum appropriation is intended to give the State Board of Education and the four institutions maximum flexibility to use the new funding most effectively to address their most pressing issues. The Legislature generally considers the two most important issues to be a 2% pay raise and funding to cover the increased cost of health insurance for state employees. Funding for those items were included in most FY 2005 appropriations.

The 8.0% or \$8,755,900 increase in dedicated funds is a net figure resulting from an increase in student fees and a decrease in endowment funds. The State Board of Education took a new approach to fee setting for FY 2005 and approved increases to student fees in January (2004). In prior years, the Board set fees in April, in part to allow them to respond to legislative appropriations. The State Board approved an average student fee increase of 8.2% among the four institutions for the coming academic year. The new fees are projected to generate an additional \$10,700,000. That amount has been included in this appropriation. Also, due to poor market performance, the value of the five endowment funds that benefit higher education declined 16% over the past year. In response, the Land Board will distribute \$1.9 million less to higher education, from \$11,964,600 in FY 2004 down to \$10,020,500 in FY 2005.

This appropriation does not include any of the \$2,663,000 in new General Fund money requested by the State Board of Education as an enhancement to begin addressing funding equity among the four-year institutions. However, Section 8 encourages the State Board of Education to begin a gradual process of achieving funding equity with existing and future resources.

LEGISLATIVE INTENT: Consistent with past appropriations, the FY 2005 College & Universities appropriation was granted as a lump

sum with no full-time equivalent position cap. Intent language was included to: limit the amount of money that may be spent for system-wide needs to \$75,000; limit the amount that may be used for Higher Education Research Council grants to not more than \$1.6 million; limit the amount that may be used for the Idaho Technology Incentive Grant Program and related items to \$1.75 million; limit the amount that may be used for activities associated with Idaho's Comprehensive Literacy Act to \$500,000; limit the amount that may be used for the Governor's College and University Excellence Initiative to \$1.3 million; require the tracking and reporting of faculty and staff turnover statistics by the higher education institutions; convey the Legislature's position on funding equity; and provide carryover authority into FY 2005 for any unexpended and unencumbered FY 2004 moneys.

FY 2005 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	3,631.55	0	0	0	0	223,366,200	223,366,200
D 0481-02 Ag College Income	0.00	0	0	0	0	760,800	760,800
D 0481-03 Charitable Institutions	0.00	0	0	0	0	750,600	750,600
D 0481-04 Normal School	0.00	0	0	0	0	2,741,300	2,741,300
D 0481-06 Scientific School	0.00	0	0	0	0	3,136,900	3,136,900
D 0481-08 University Income	0.00	0	0	0	0	2,630,900	2,630,900
D 0650-00 Unrestricted Current	0.00	0	0	0	0	34,700,100	34,700,100
D 0660-00 Restricted Current	0.00	0	0	0	0	73,207,700	73,207,700
Totals:	3,631.55	0	0	0	0	341,294,500	341,294,500